

County of Chesterfield, Virginia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2002

	<u>General</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
From local sources:				
General property taxes	\$ 221,488,509	\$ -	\$ -	\$ 221,488,509
Other local taxes	73,933,227	-	-	73,933,227
Permits, privilege fees and regulatory licenses	8,379,812	161,614	-	8,541,426
Fines and forfeitures	1,175,928	-	-	1,175,928
Use of money and property	2,978,611	535,579	1,795	3,515,985
Contributions from developers	-	3,865,781	-	3,865,781
Charges for services	18,665,599	-	537,661	19,203,260
Miscellaneous	803,505	725	157,087	961,317
Recovered costs	1,590,827	768,809	-	2,359,636
Donations	743,501	3,000	15,628	762,129
From component unit - School Board	37,367,841	120,000	836,500	38,324,341
From other governments	114,084,457	2,150,911	10,085,105	126,320,473
Total revenues	<u>481,211,817</u>	<u>7,606,419</u>	<u>11,633,776</u>	<u>500,452,012</u>
Expenditures				
Current:				
General government	25,619,379	-	-	25,619,379
Administration of justice	5,451,212	-	2,447,819	7,899,031
Public safety	88,023,999	-	2,998,820	91,022,819
Public works	14,379,028	-	50,609	14,429,637
Health and welfare	46,101,622	-	6,343,899	52,445,521
Parks, recreation and cultural	15,313,341	-	22,801	15,336,142
Education - School Board	227,937,071	344,825	-	228,281,896
Community development	8,813,720	-	1,793,406	10,607,126
Debt service:				
Retirement of principal	33,879,257	-	-	33,879,257
Interest	18,311,916	-	-	18,311,916
Other	281,511	-	-	281,511
Capital outlay	-	29,293,335	-	29,293,335
Total expenditures	<u>484,112,056</u>	<u>29,638,160</u>	<u>13,657,354</u>	<u>527,407,570</u>
Deficiency of revenues under expenditures	<u>(2,900,239)</u>	<u>(22,031,741)</u>	<u>(2,023,578)</u>	<u>(26,955,558)</u>
Other financing sources (uses)				
Transfers in	1,932,230	10,478,614	2,447,874	14,858,718
Transfers out	(13,197,006)	(566,345)	(167,174)	(13,930,525)
Proceeds from lease purchases	278,372	-	-	278,372
Proceeds from sale of bonds	16,026,034	7,445,000	-	23,471,034
Total other financing sources, net	<u>5,039,630</u>	<u>17,357,269</u>	<u>2,280,700</u>	<u>24,677,599</u>
Special item				
Proceeds from sale of industrial park land	1,200,000	-	-	1,200,000
Net change in fund balances	3,339,391	(4,674,472)	257,122	(1,077,959)
Fund balances, July 1, 2001	110,055,130	22,359,808	535,061	132,949,999
Fund balances, June 30, 2002	<u>\$ 113,394,521</u>	<u>\$ 17,685,336</u>	<u>\$ 792,183</u>	<u>\$ 131,872,040</u>

(Continued)

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Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities:

Net change in fund balances - total governmental funds \$ (1,077,959)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$78,501,541) exceeded depreciation (\$20,423,099) in the current period. 58,078,442

In the Statement of Activities, only the gain on the sale of surplus assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the surplus assets sold. (84,063)

Donations of capital assets increase revenues in the Statement of Activities, but do not appear in the governmental funds because they are not financial resources. 3,824,436

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds. 1,578,436

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount by which repayments (\$33,879,257) exceeded proceeds (\$23,749,406). 10,129,851

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes (exclusive of internal service fund changes) of the following balances:

Compensated absences	\$ (1,177,623)	
Judgments and claims	21,318	
Retirement plan obligations	215,428	
Accrued interest	347,645	
Amortization of bond premium	9,103	
Amortization of issuance costs	(8,589)	(592,718)

Internal service funds are used by management to charge the costs of insurance, vehicles and communications and construction management to individual funds. The net revenue of the internal service funds is reported with governmental activities. 292,022

Change in net assets of governmental activities. \$ 72,148,447

The accompanying notes are an integral part of the financial statements.